## CHAPTER 2.

## (Senate Bill 2)

AN ACT to repeal and re-enact, with amendments, Sub-sections (c) (3) and (c) (5) of Section 7 of Article 95A of the Annotated Code of Maryland (1943 Supplement), title "Unemployment Compensation", sub-title "Contributions" (as said sub-sections were amended by Chapters 270 and 768 of the Acts of 1945), eliminating the provisions excluding certain employers from the benefits of the Merit Rating provisions, and providing for a re-determination of the contribution rate of certain employers on and after October 1, 1945, and providing that this Act shall not operate to discharge any liability or obligation due or existing on September 30, 1945.

Section 1. Be it enacted by the General Assembly of Maryland, That Sub-sections (c) (3) and (c) (5) of Section 7 of Article 95A of the Annotated Code of Maryland (1943 Supplement), title "Unemployment Compensation", sub-title "Contributions", as said sub-sections were amended by Chapters 270 and 768 of the Acts of 1945, be and they are hereby repealed and re-enacted, with amendments, to read as follows:

## Contributions.

- 7. (c) (3) No employer's rate shall be varied from 2.7 per cent for any fiscal year unless and until his experience-rating record has been chargeable with benefits throughout the 36-consecutive-calendar-month period ending on the computation date (as defined in Sub-section (c) (7) of this Section), and unless and until each of his annual pay rolls, as defined herein, during the four calendar years immediately preceding the computation date for that fiscal year equals or exceeds \$150.00.
- (c) (5) If an employer subject to this Article shall transfer his entire business, by sale or otherwise, to another employing unit, the Board shall combine the experience-rating records of the two employing units, and shall for purposes of rate determination transfer to the successor employer the pay-roll record and the benefit charges of the predecessor.

The successor employer shall be liable for the contributions for such business from the date the transfer occurred.

If the successor is an employer at the time of the transfer, and has been assigned a contribution rate pursuant to the provisions of this sub-section, he shall continue to pay contributions at such previously assigned rate from the date the transfer occurred through the next June 30.